

SECTION VI - FINANCIAL SUMMARY

Total Obligational Authority (TOA) has been used throughout this book to express the amounts in the Department of the Navy budget because it is the most accurate reflection of program value. While TOA amounts differ only slightly from Budget Authority (BA) in some cases, they can differ substantially in others. The differences in TOA and BA, as evidenced in the table below, result from a combination of several factors.

BA, Budget Authority - Authority provided by law to enter obligations that will result in immediate or future outlays involving Federal government funds.

TOA, Total Obligation Authority - The value of the direct defense program for each fiscal year regardless of the method of financing.

TOA vs BA (In Millions of Dollars)			
	FY 2005	FY 2006	FY 2007
Total Obligational Authority (TOA)	\$133,560	\$132,492	\$127,322
Receipts and Other Funds	86	-230	-230
Sales of Land Revenue	0	-133	
Expiring Balances	119	0	
Rescission of Prior Year Programs	-199	-206	
NWCF Contract Authority	740	0	
Construction / Housing Transfers	-15	112	
Other Transfers	-2,632	-76	
Total Budget Authority	\$131,659	\$131,959	\$127,092

Receipts and Other Funds are reflected in BA, but not in TOA. Offsetting Receipts include such things as donations to the Navy and Marine Corps, recoveries from foreign military sales, deposits for survivor annuity benefits, interest on loans and investments, rents and utilities, and fees chargeable under the Freedom of Information Act. Trust Funds include funds established for the Navy General Gift Fund, environmental restoration of Kaho'olawe Island in Hawaii, Ships Stores Profits, and the Naval Academy Gift and Museum Fund.

Financing adjustments account for many of the differences between TOA and BA. Generally, funding changes are scored as budget authority adjustments in the fiscal

year in which the change itself is effective; for TOA purposes, changes are reflected as adjustments to a specific program year, based on the original appropriation.

Expiring balances also contribute to the difference between TOA and BA. Expiring balances are funds that were included in BA available for FY 2005 accounts, but were not obligated prior to the end of the fiscal year. These amounts are included in BA totals, but not TOA.

Working Capital Fund contract authority reflects the use of authority to place orders in advance of actual sales, and are included in BA, but not TOA.

Land sales revenue is generated by the sale of property closed due to BRAC. The sales are available to finance TOA program, but are not reflected as BA.

Other transfers include adjustments to finance programs with prior balances and reduce the need for BA in the budget year. These include unobligated balances transferred from the Foreign Currency Fluctuation Fund, and transfers from supplemental accounts.

Construction/housing transfers are transfers authorized to shift authority from many different program years to support efforts such as the Family Housing Improvement Fund.

Outlays represent the net of expenditures and collections from the Treasury of the United States Government. Outlays in a given fiscal year may represent the liquidation of obligation incurred over a number of years. The TOA and BA levels for FY 2004 through FY 2007 along with DON outlay estimates are summarized in Table 20.

Table 20**Department of the Navy****Summary of Direct Budget Plan (TOA), Budget Authority, and Outlays**

(Dollars in Millions)

Account	TOA			BA			OUTLAY		
	FY 2005	FY 2006	FY 2007	FY 2005	FY 2006	FY 2007	FY 2005	FY 2006	FY 2007
MPN	25,294	22,753	23,271	25,129	22,753	23,271	24,228	22,749	23,249
MPMC	10,817	9,408	9,335	10,814	9,346	9,335	10,166	8,683	8,874
RPN	2,099	1,707	1,778	2,101	1,707	1,778	2,174	1,781	1,820
RPMC	602	510	551	604	510	551	635	536	548
DHAN	-	2,029	2,074	-	2,029	2,074	-	2,006	2,140
DHAMC	-	982	1,051	-	982	1,051	-	982	1,048
DHANR	-	292	287	-	292	287	-	292	312
DHAMCR	-	137	145	-	137	145	-	137	146
OMN	33,892	31,770	31,331	33,314	31,756	31,331	31,726	30,784	31,461
OMMC	6,238	5,489	3,879	4,594	5,489	3,879	5,387	4,176	4,268
OMNR	1,364	1,644	1,289	1,368	1,644	1,289	1,213	1,252	1,280
OMMCR	201	242	212	201	242	212	212	195	199
ERN	-	301	304	-	301	304	59	187	191
NWCF	294	83	84	1,035	83	84	125	249	254
Payment to Kaho'olawe	1	-	-	-	-	-	-	-	-
APN	9,011	9,786	10,869	8,945	9,769	10,869	8,914	9,193	9,395
WPN	2,191	2,741	2,555	2,166	2,741	2,555	1,930	2,319	2,370
SCN	10,373	10,595	10,579	10,384	10,553	10,579	10,304	9,883	10,100
OPN	4,862	5,486	4,968	4,838	5,443	4,968	4,696	5,021	5,131
PMC	5,030	3,036	1,274	4,839	3,032	1,274	1,543	1,428	1,459
PANMC	1,024	882	790	1,024	882	790	1,121	969	990
Coastal Defense	-	-	-	-	-	-	56	-	-
RDTEN	17,077	18,734	16,912	16,900	18,701	16,912	15,728	17,196	17,574
NDSF	1,107	1,078	1,072	1,236	1,078	1,072	1,082	1,370	1,400
Total DoD Bill	131,477	129,686	124,608	129,492	129,470	124,608	121,299	121,388	124,212
MCN	1,328	1,437	1,162	1,320	1,387	1,162	1,131	1,357	1,387
MCNR	37	167	48	49	150	48	56	44	45
BRCIV	-	133	-	-	-	-	370	168	172
BRCV	-	247	690	-	247	690	-	-	0
FHCON	12	191	305	(2)	303	305	220	55	56
FHOPS	706	632	509	714	632	509	795	648	662
Total MILCON Bill	2,083	2,806	2,714	2,081	2,719	2,714	2,572	2,272	2,322
Receipts and Other Funds	-	-	-	86	(230)	(230)	(150)	(155)	(158)
Total, DON	133,560	132,492	127,322	131,659	131,959	127,092	123,721	123,505	126,376

Note: Totals may not add due to rounding.



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